is equal to or higher than, the rate to which the employee is entitled under pay retention; or

- (3) The employee is demoted for personal cause or at the employee's request.
- (b) The effective date of termination of pay retention benefits is:
- (1) The day before placement or conversion if the termination is the result of the employee's placement in another position or conversion to the senior-level pay system established under 5 U.S.C. 5376 and subpart E of part 534 of this chapter.
- (2) The end of the last day of the pay period in which the employee declines a reasonable offer.

[45 FR 85656, Dec. 30, 1980, as amended at 56 FR 18663, Apr. 23, 1991]

Subpart C—Miscellaneous Provisions

§536.301 Placement and classification plans.

- (a) Agencies which employ individuals subject to this part are required to establish in writing placement and classification plans.
- (b) The placement and classification plans must commit the agency to:
- (1) Identify and correct classification errors; and
- (2) Correct position management problems; and
- (3) Carry out specific planned efforts to place employees subject to this part; and
- (4) Pursue placement efforts that do not adversely affect affirmative action goals.

§ 536.302 Appeal of termination of benefits because of reasonable offer.

- (a) Except as provided for in paragraph (e) of this section, an employee whose grade or pay retention benefits are terminated on the grounds the employee declined a reasonable offer of a position the grade or pay of which is equal to or greater than his or her retained grade or pay may appeal the termination to the Office of Personnel Management.
- (b) An employee who appeals under this section shall file the appeal in writing with the Office of Personnel Management not later than 20 calendar

days after being notified that his or her grade of pay retention benefits have been terminated, and shall state in the appeal the reasons why the employee believes the offer of a position was not a reasonable offer.

- (c) The Office of Personnel Management may conduct any investigation or hearing it determines necessary to ascertain the facts of the case.
- (d) If a decision by the Office of Personnel Management on an appeal under this section requires corrective action by an agency, including the retroactive or prospective restoration of grade or pay retention benefits, the agency shall take that corrective action.
- (e) Termination of benefits based on a declination of a reasonable offer by an employee in an exclusively recognized bargaining unit may be reviewed under the negotiated grievance and arbitration procedures in accordance with chapter 71 of title 5, United States Code, and the terms of any applicable collective bargaining agreement. An employee in an exclusively recognized bargaining unit may not appeal a termination of benefits to the Office of Personnel Management if the grievance procedure of the agreement by which he or she is covered provides for this review.
- (f) Decisions issued by the Office of Personnel Management shall be considered final decisions. OPM may, at its discretion, reconsider an original appellate decision when new and material information is presented, in writing, by the employee or the agency, which establishes a reasonable doubt as to the appropriateness of the original decision. The request must show that the information was not readily available when the decision was issued. A request for reconsideration of an original appeal decision must be submitted to OPM within 30 calendar days of the date of the original decision.

[45 FR 85656, Dec. 30, 1980, as amended at 50 FR 428, Jan. 4, 1985; 50 FR 45389, Oct. 31, 1985]

§ 536.303 Documentation.

The application of the provisions of this part shall be documented in writing as a permanent part of the employee's Official Personnel Folder. As a

§ 536.304

minimum this documentation will include a copy of the letter described in §536.304.

§ 536.304 Issuance of employee letters.

When an employee is entitled to grade and/or pay retention, the employing agency shall give to the employee, with a copy of the Notification of Personnel Action (SF-50) documenting entitlement to grade and/or pay retention, a letter describing the circumstances warranting grade and/or pay retention, and the nature of that entitlement.

§536.305-536.306 [Reserved]

§ 536.307 Availability of information.

- (a) The Office, upon a request which identifies the individual from whose file the information is sought, shall disclose the following information from an appeal file to a member of the public, except when the disclosure would constitute a clearly unwarranted invasion of personal privacy:
- (1) Confirmation of the name of the individual from whose file the information is sought and the names of the other parties concerned:
 - (2) The status of the appeal;
- (3) The results of the appeal (i.e., proper title, pay plan, series, and grade);
- (4) The classification requested (i.e., title, pay plan, series, and grade); and
- (5) With the consent of the parties concerned, other reasonably identified information from the file.
- (b) The Office will disclose to the parties concerned, the information contained in an appeal file in proceedings under this part, except when the disclosure would violate the proscription against the disclosure of medical information in §297.204(c) of this chapter. For the purposes of this section, "the parties concerned" means the Government employee involved in the proceedings, his or her representative designated in writing, and the representative of the agency or the Office involved in the proceeding.

[50 FR 3313, Jan. 24, 1985, as amended at 54 FR 18879, May 3, 1989]

§536.308 Applicability of retained grade.

- (a) Except as provided in paragraph (b) of this section, when an employee is entitled to grade retention, the retained grade shall be treated as the employee's grade for all purposes, including pay and pay administration, retirement, life insurance, and eligibility for training.
- (b) The retained grade may not be used—
- (1) In any reduction-in-force procedure:
- (2) To determine whether an employee has been demoted for the purpose of terminating grade or pay retention:
- (3) To determine whether an employee retains status as a GM employee (as defined in §531.202 of this chapter);
- (4) To determine whether an employee is exempt or nonexempt from the Fair Labor Standards Act of 1938 (as amended).

[58 FR 65537, Dec. 15, 1993, as amended at 59 FR 40794, Aug. 10, 1994]

PART 537—REPAYMENT OF STUDENT LOANS

Sec.

537.101 Purpose.

537.102 Definitions.

537.103 Agency loan repayment plans.

537.104 Employee eligibility.

537.105 Criteria for payment.

537.106 Procedures for making loan repayments.

537.107 Service agreements.

537.108 Loss of eligibility for loan repayment benefits.

537.109 Employee reimbursements to the Government.

537.110 Records and reports.

AUTHORITY: 5 U.S.C. 5379.

Source: $66\ FR\ 2791$, Jan. 11, 2001, unless otherwise noted.

§537.101 Purpose.

This part provides regulations to implement 5 U.S.C. 5379, as amended, which authorizes agencies to establish a program under which they may agree to repay (by direct payment on behalf of the employee) all or part of any outstanding federally insured student loan